

MINUTES OF THE MEETING OF BOARD OF PUBLIC WORKS, FEBRUARY 10, 1942

The Board of Public Works met on February 10, 1942, in the office of the Treasurer of Maryland, State Office Building, Annapolis, Maryland.

There were present:           Herbert R. O'Connor, Governor  
                                  J. Millard Tawes, Comptroller  
                                  Hooper S. Miles, Treasurer

Mr. Walter N. Kirkman, Director of the Department of Budget and Procurement, also attended the meeting.

The Minutes of the Meeting of January 16, 1942, of copy of which was sent to each member of the Board, were approved.

GENERAL BOND ISSUE OF 1941:

The Board proceeded to open proposals for the purchase of \$522,000.00 General Bond Issue of 1941, Issue of January 15, 1942, in accordance with advertisements appearing in the Baltimore Sun and the Baltimore-News Post of January 26th and 30th, and February 2nd and 6th, 1942, and the Bond Buyer and The Wall Street Journal of January 28th, 1942, as follows:

STATE OF MARYLAND  
TREASURY DEPARTMENT

\$522,000.00 "GENERAL BOND ISSUE OF 1941"

Annapolis, Md.

Pursuant to Chapter 854 of the Acts of the General Assembly of Maryland, Session of 1941, providing for the issue of the Certificates of Indebtedness herein mentioned and described, and pursuant also to a resolution of the Board of Public Works of Maryland passed on the 16th day of January, 1942, and on file and open to inspection in the office of the said Board in Annapolis, Md., the Treasurer of the State of Maryland will receive bids or proposals for Certificates of Indebtedness of the State of Maryland as follows:

\$522,000.00 CERTIFICATES OF INDEBTEDNESS KNOWN AS  
"GENERAL BOND ISSUE OF 1941".

Said Certificates of Indebtedness will all be dated January 15th, 1942. The Bidders are requested to indicate in their bids the rate of interest to be paid on the bonds, on which rate their bids are to be based and submitted. The rate named must be a multiple of one-fourth of one per centum, the interest to be payable semi-annually on the 15th day of July and January, respectively, during the continuance of said loan, and all bids shall be based on an offering to pay not less than par for the bonds. The principal of said loan will be payable upon the Serial Annuity Plan, as more fully set forth in said Act of 1941, Chapter 854, as follows:

GENERAL BOND ISSUE OF 1941

<u>Series</u>	<u>Amount</u>	<u>Redeemable</u>
"S"	\$61,000.00	January 15, 1950
"T"	62,000.00	January 15, 1951
"U"	63,000.00	January 15, 1952
"V"	64,000.00	January 15, 1953
"W"	66,000.00	January 15, 1954
"X"	67,000.00	January 15, 1955
"Y"	68,000.00	January 15, 1956
"Z"	71,000.00	January 15, 1957.

The said Certificates of Indebtedness will be of the denomination of \$1,000.00 each, subject to registration as to principal, and all will be issued with interest coupons attached.

This loan and the interest payable thereon is exempt from the Federal Income Tax and from State, County and Municipal taxation in the State of Maryland.

The said bids or proposals must be delivered to the Treasurer of the State, AT HIS OFFICE IN ANNAPOLIS, MD., before 12 o'clock, noon, on

TUESDAY, February 10th, 1942.

Each bid must be for cash on delivery and must be inclosed in a sealed envelope addressed on the outside "Proposals for General Bond Issue of 1941". Each bid must be accompanied by a certified check upon some responsible banking institution, drawn to the order of the Treasurer of Maryland, for five per cent of the par value of the amount bid for. All bids or proposals will be opened at 12 o'clock, noon, Tuesday, February 10th, 1942, in the presence of the undersigned.

On the opening of said proposals as many of said Certificates of Indebtedness as have been bid for, not exceeding, however, the amount for which proposals are invited, may be awarded by the Governor, the Comptroller of the Treasury, and the Treasurer, or a majority of them to the highest responsible bidder or bidders therefor for cash, and if two or more responsible bidders have made the same bid and such bid is the highest and the certificates so bid for by such highest responsible bidders are in excess of the whole amount of certificates as offered for sale, then such Certificates of Indebtedness may be awarded in a ratable proportion, to such responsible bidders bidding the same price.

The undersigned may, in their discretion, accept one bid for all of said loan or separate bids for parts of said loan as may produce the largest amount, and they may, in their discretion, accept bids which may be for parts of said loan, but are not for all, and they reserve the right, in their discretion, to reject all bids or any bids.

The Certificates of Indebtedness awarded will be delivered to the successful bidder or bidders upon receipt of the amount of the successful bid or bids, and any accrued interest due, on Wednesday, February 25th, 1942, AT THE OFFICE OF THE STATE TREASURER, ANNAPOLIS, MD.

Bidders are referred to the said Chapter 854 of the Acts of the General Assembly of 1941 as containing the full terms and provisions of this loan.

It is one of the terms of this offering that the bonds when issued will be the legal and valid binding obligations of the State. The opinion of the Attorney General of Maryland and the opinion of Bartlett, Poe and Claggett to this effect will be delivered to the successful bidder. Bidders may, if they wish, make the legality and validity of the bonds one of the terms of the bid by making the bid "Subject to legality" or using any equivalent form of expression, but without leaving this question to the decision of the bidders or their counsel. All bids conditioned upon the approval of bidders or counsel, whether named or unnamed, will be treated as conditional bids and rejected unless the condition is waived by the bidder to the satisfaction of the Board before the award has been made.

HERBERT R. O'CONOR, Governor  
J. MILLARD TAWES, Comptroller  
of the Treasury  
HOOPER S. MILES, Treasurer.

The Bids received and opened were as follows:

BACON, STEVENSON & CO.  
39 Broadway, New York

February 9, 1942

Hooper S. Miles, Treasurer  
of the State of Maryland  
State Treasurer's Office  
Annapolis, Maryland

Dear Sir:

Subject to the provisions of the annexed notice of sale, which is made a part of this proposal, we offer to purchase all or none of the \$522,000 STATE OF MARYLAND CERTIFICATES OF INDEBTEDNESS KNOWN AS "GENERAL BOND ISSUE OF 1941" described in said notice, said Certificates of Indebtedness to bear interest at the rate of One and one-half per centum ( $1\frac{1}{2}\%$ ) per annum, and to pay therefor Five hundred and twenty-six thousand seven hundred and fifty Dollars (\$526,750-) and accrued interest at the rate borne by these Certificates from the date of the Certificates to the date of the payment of the purchase price.

We enclose our certified check for \$26,100. drawn to the order of the Treasurer of the State of Maryland, being five per cent of the par value of the amount of bonds bid for.

Very truly yours,

BACON, STEVENSON & CO.  
39 Broadway  
New York, N.Y.

ROOSEVELT & WEIGOLD, INC.  
40 Wall Street  
New York, N.Y.

By: Bacon, Stevenson & Co.  
Per: Clarke F. Kavanaugh

Enclosures: Notice of Sale  
Certified check for \$26,100.

BANKERS TRUST COMPANY  
16 Wall Street, New York

February 10, 1942

The Honorable Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Maryland

Sir:

For all but no part of the following described legally issued, properly executed direct general obligations of the State of Maryland, namely \$522,000 "General Bond Issue of 1941" Certificates of Indebtedness, to be dated January 15, 1942, to bear interest at the rate of One and one-half per centum ( $1\frac{1}{2}\%$ ) per annum, to mature as follows:

Amount	Series	Maturity	Amount	Series	Maturity
\$61,000	"S"	January 15, 1950	\$66,000	"W"	January 15, 1954
62,000	"T"	January 15, 1951	67,000	"X"	January 15, 1955
63,000	"U"	January 15, 1952	68,000	"Y"	January 15, 1956
64,000	"V"	January 15, 1953	71,000	"Z"	January 15, 1957

without option of prior payment, to be in coupon form in the denomination of \$1,000 registerable as to principal only, principal and semi-annual interest (January 15 and July 15) payable in Baltimore, Maryland and as further described in the official notice of sale signed, Herbert R. O'Connor, Governor; J. Millard Tawes, Comptroller of the Treasury and Hooper S. Miles, Treasurer,

We will pay the sum of \$523,456.38 or \$100.279 for each \$100 par value of certificates and accrued interest from date of certificates to date of delivery to us.

This bid is made subject to our being furnished without expense to us, at the time of the delivery of these certificates, legal opinions of the Attorney

General of Maryland and Messrs. Bartlett, Poe & Claggett approving the validity of the certificates.

As evidence of our good faith in bidding, we enclose certified check in the amount of \$26,100 payable to the order of "Treasurer of Maryland". If this proposal is accepted, this check is to be retained as part payment for the above mentioned \$522,000 Certificates of Indebtedness; otherwise it is to be returned immediately to our representative.

In the event that prior to the delivery of the Certificates of Indebtedness the income received by private holders from obligations of the same type and character shall be taxable by the terms of any Federal income tax law, we may, at our election, be relieved of our obligations under the contract to purchase the Certificates of Indebtedness and in such case the deposit accompanying our bid shall be returned to us.

This bid is for immediate acceptance.

Very truly yours,

Bankers Trust Co.                      Glore Forgan & Co.  
Robert Garrett & Sons  
By Bankers Trust Company  
E. F. Dunstan, Vice Pres.

EFD FFS 4  
Enc.

BLAIR & CO. Inc.  
44 Wall Street

New York      February 9, 1942.

Mr. Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Md.

Dear Sir:

For all, and no part of, \$522,000 par value of Certificates of Indebtedness known as "General Bond Issue of 1941" of the State of Maryland, dated January 15, 1942, and maturing January 15th as follows:

1950 - \$61,000	1954 - \$66,000
1951 - 62,000	1955 - 67,000
1952 - 63,000	1956 - 68,000
1953 - 64,000	1957 - 71,000,

all as described in official Notice of Sale, we will pay the sum of 525,044 plus accrued interest for certificates bearing interest at the rate of 1½ per annum. It is our understanding that bonds will be in coupon form, in the denomination of \$1,000 each, with principal and semi-annual interest payable in lawful money of the United States of America, also that the legal opinions of the Attorney General of Maryland and of Messrs. Bartlett, Poe and Claggett, Baltimore, Maryland, will be furnished to the purchaser without cost.

We enclose herewith certified check in the sum of \$26,100.-payable to the order of the Treasurer of Maryland, as evidence of good faith, to be retained by you and apply to purchase price should our bid be successful, and returned to us should our bid be unsuccessful.

Yours very truly,  
Geo. J. Gillies,  
Vice President

G. Da.  
Enclosure.

CHEMICAL BANK & TRUST COMPANY  
165 Broadway, New York

February 10, 1942

Mr. Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Maryland

Dear Sir:

For all or none of the following described, legally issued, properly executed,

general obligations of the State of Maryland, namely,

\$522,000 CERTIFICATES OF INDEBTEDNESS KNOWN AS "GENERAL BOND ISSUE OF 1941"  
dated January 15, 1942.

Series	Amount	Maturity	Series	Amount	Maturity
"S"	\$61,000	January 15, 1950	"W"	\$66,000	January 15, 1954
"T"	62,000	January 15, 1951	"X"	67,000	January 15, 1955
"U"	63,000	January 15, 1952	"Y"	68,000	January 15, 1956
"V"	64,000	January 15, 1953	"Z"	71,000	January 15, 1957

to be in coupon form, in the denomination of \$1,000 each, subject to registration as to principal; principal and semi-annual interest (July 15th and January 15th) payable in Baltimore, Maryland, in lawful money, the successful bidder to be furnished with the unqualified approving opinions of the Attorney General of the State of Maryland and Messrs. Bartlett, Poe and Claggett, to the effect that these certificates of indebtedness are general obligations of the State of Maryland for which the full faith and credit of the State are pledged, all as set forth in the notice of sale attached hereto and made a part of this bid;

We will pay par (\$522,000) and accrued interest to delivery date, plus a premium of \$1566 for the \$522,000 Certificates of Indebtedness bearing interest at the rate of 1 3/4%.

In accordance with your letter of February 5th this bid is made with the understanding that in the event that prior to the delivery of the certificates of indebtedness the income received by private holders from bonds or certificates of the same type and character shall be taxable by the terms of any Federal Income Tax Law or administrative ruling, we may at our election be relieved of our obligations under this contract, to purchase these certificates and in such case the deposit accompanying this bid will be returned to us.

As evidence of our good faith we are attaching hereto certified check for \$26,100 to the order of "Treasurer of Maryland", being the 5% deposit required; these funds to be retained by you as part payment of the purchase price in the event we are the successful bidder, otherwise to be returned forthwith.

Very truly yours,  
CHEMICAL BANK & TRUST COMPANY  
R. L. DAY & CO.  
E. H. ROLLINS & SONS, INCORPORATED  
By CHEMICAL BANK & TRUST COMPANY  
E. E. Williams, Asst. Vice Pres.

ECW:MJ

Encl.

CLARK, DODGE & CO.  
61 Wall Street, New York

February 10, 1942

Hooper S. Miles, Esq.,  
Treasurer of the State of Maryland  
Annapolis, Maryland

Dear Sir:

Pursuant to the official notice of sale, dated January 28, 1942, and the official supplement dated February 5, 1942, which is attached to and made a part hereof, we will pay \$524,349.00 for \$522,000 State of Maryland, Certificates of Indebtedness, known as "General Bond Issue of 1941" as set forth below:

Series	Amount	Redeemable	Series	Amount	Redeemable
"S"	\$61,000.00	January 15, 1950	"W"	\$66,000.00	January 15, 1954
"T"	62,000.00	January 15, 1951	"X"	67,000.00	January 15, 1955
"U"	63,000.00	January 15, 1952	"Y"	68,000.00	January 15, 1956
"V"	64,000.00	January 15, 1953	"Z"	71,000.00	January 15, 1957

All or none to bear interest at the rate of One and one-quarter per centum Per annum.

As an alternative we will pay the following amounts foreach or all Series as listed below:

<u>Proposal</u>	<u>Series</u>	<u>Amount</u>	<u>Redeemable</u>
\$61,274.50	"S"	\$61,00.00	January 15, 1950
62,279.00	"T"	62,000.00	January 15, 1951
63,283.50	"U"	63,000.00	January 15, 1952
64,288.00	"V"	64,000.00	January 15, 1953
66,297.00	"W"	66,000.00	January 15, 1954
67,301.50	"X"	67,000.00	January 15, 1955
68,306.00	"Y"	68,000.00	January 15, 1956
71,319.50	"Z"	71,000.00	January 15, 1957
524,349.00			

We enclose herewith certified check in the amount of \$26,100. It is our understanding that in the event we are not the successful bidder said check will be returned to us.

Yours very truly,

Enclosure  
HS:MRJ

Clark, Dodge & Co.

FIRST NATIONAL BANK  
Baltimore, Md.

February 10, 1942

The Honorable Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Maryland

Dear Sir:

For certain Certificates of Indebtedness of the State of Maryland, namely \$522,000.00 Certificates of Indebtedness Known as "General Bond Issue of 1941", more fully described in the attached advertisement, which is part of this proposal, we respectfully bid you

\$100.09

for each One Hundred Dollars par value, and accrued interest ot the date of delivery, for all or none of the \$522,000.00 par value of Certificates, to bear coupons for Interest at the rate of One and One-half Per Centum (1½%) per annum.

As evidence of good faith, we enclose herewith certified check in the amount of \$26,100.00 drawn to the order of the Treasurer of Maryland, being five per. cent of the par value bid for.

Respectfully yours,

FIRST NATIONAL BANK OF THE CITY OF NEW YORK  
R. W. PRESSPRICH & COMPANY, New York  
MERCANTILE-COMMERCE BANK & TRUST COMPANY,  
FIRST NATIONAL BANK OF St. Louis  
BALTIMORE.  
By First National Bank of Baltimore  
J. D. Harrison, Vice President

HALSEY, STUART & CO., Inc.  
35 Wall Street, New York

February 10, 1942

Hon. Herbert R. O'Connor, Governor  
Hon. J. Millard Tawes, Comptroller of the Treasury  
Hon. Hooper S. Miles, Treasurer  
Annapolis, Maryland

Gentlemen:

For Five Hundred and Twenty-two Thousand Dollars (\$522,000) Certificates of Indebtedness known as "General Bond Issue of 1941" offered for sale Tuesday, February 10, 1942 at 12 o'clock noon, which Certificates represent legal and valid binding obligations of the State of Maryland for the payment of which the full faith and credit of the State are pledged, to be issued in coupon form in the denomination of \$1,000 registerable as to principal only,

with principal and semi-annual interest, January 15 and July 15, payable in Baltimore, Maryland, Certificates to be dated January 15, 1942 and to mature without option of prior payment January 15th as follows:

\$61,000	1950	\$66,000	1954
62,000	1951	67,000	1955
63,000	1952	68,000	1956
64,000	1953	71,000	1957

and in all other respects as set forth in the Official Notice of Sale, we bid Par and accrued interest to date of delivery plus a premium of \$3,805.38 for Certificates bearing interest at the rate of 1.50 per centum per annum. (100.729)

It is understood that the Certificates will be delivered to us accompanied by the unqualified approving opinion of the Attorney-General of the State of Maryland and the opinion of Messrs. Bartlett, Poe and Claggett, whose opinions will be furnished by the State.

It is further understood in the event that prior to delivery of these bonds on February 25th, these bonds or the interest thereon should become by legislation or administrative ruling subject to Federal Income Taxes, we may withdraw our bid and our good faith deposit will be returned.

We are enclosing herewith our good faith check in the amount of \$26,100 to be held by you pending the fulfillment of our contract if we are the successful bidder. If our bid is not successful, please return our check immediately.

Very truly yours,

Halsey, Stuart & Co., Inc. Starkweather & Co.  
Ladenburg, Thalmann & Co. Stern Brothers & Company

By HALSEY, STUART & CO., Inc.  
35 Wall Street, New York, N.Y.

Int. Cost 1.434

HARRIMAN RIPLEY & CO.  
63 Wall Street, New York

February 10, 1942

Hon. Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Maryland

Dear Sir:

For all but no part of - \$522,000 STATE OF MARYLAND, Certificates of Indebtedness "General Bond Issue of 1941" Bearing interest at the rate of 1 1/2% per annum Dated January 15, 1942. Maturing, without opinion of prior payment, January 15 as follows:

Series	Amount	Maturity	Series	Amount	Maturity
S	\$61,000	1950	W	\$66,000	1954
T	62,000	1951	X	67,000	1955
U	63,000	1952	Y	68,000	1956
V	64,000	1953	Z	71,000	1957

Coupons Certificates \$1,000 denomination, registerable as to principal. Principal and semi-annual interest, January 15 and July 15, payable in lawful money of the United States of America at Baltimore, Maryland. Interest exempt under present laws from all Federal income taxes. Tax free in Maryland. It is understood that in the event that prior to the delivery of the bonds the income received by private holders from bonds of the same type and character shall be taxable by the terms of any Federal income tax law, the successful bidder may, at his election, be relieved of his obligations under the contract to purchase the bonds and in such case the deposit accompanying his bid will be returned.

we will pay 101.4599 % and accrued interest to date of delivery, which is equivalent to par and accrued interest plus a premium of \$7620.68.

This bid is made with the understanding that prior to the delivery of the

Certificates to us we will be furnished with a duplicate original copy of the unqualified opinion of the Attorney General of the State of Maryland and of Messrs. Bartlett, Poe & Claggett, to the effect that these Certificates of Indebtedness are legal and binding obligations of the State of Maryland, payable, principal and interest, from ad valorem taxes which may be levied against all of the taxable property therein, without limitation as to rate or amount.

In accordance with the Notice of Sale and our bid, we enclose certified check for \$26,100, being 5% of the par value of the amount of Certificates bid for, and would appreciate your returning this check should the Certificates not be awarded to us.

Very truly yours,  
HARRIMAN RIPLEY & CO., INCORPORATED  
FIRST BOSTON CORPORATION  
By: HARRIMAN RIPLEY & CO., INCORPORATED  
(Joint Account Manager)  
By: E. D. Smith, Vice President

HARRIS TRUST AND SAVINGS BANK  
115 West Monroe Street, Chicago

February 10th, 1942

The Hon. Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Maryland.

Dear Sir:

Referring to the \$522,000 "General Bond Issue of 1941" of the State of Maryland to be offered for sale on this instant, we hereby submit the following bid:-

For \$522,000 (all or none) coupon bonds of the State of Maryland, dated January 15th, 1942, to constitute direct general obligations of said State of Maryland, denomination \$1,000, maturing, without option of prior payment, as follows:-

\$61,000 January 15th, 1950	\$66,000 January 15th, 1954
62,000 January 15th, 1951	67,000 January 15th, 1955
63,000 January 15th, 1952	68,000 January 15th, 1956
64,000 January 15th, 1953	71,000 January 15th, 1957

bearing 1½% interest, payable semi-annually on the 15th day of July and January, we will pay the par value thereof and accrued interest to date of delivery and a premium of Five Thousand Seven Hundred Eighty-nine Dollars. (\$5.789).

This bid is made for prompt acceptance and for prompt delivery of the bonds to us at Annapolis or Baltimore, Md. you agreeing to furnish us prior to delivery opinion of the Attorney General of the State, and the opinion of Messrs. Bartlett, Poe & Claggett, approving the legality of said bonds and the sale thereof, together with certified papers examined by them showing that the full faith, credit and taxing power of the State of Maryland is pledged for the payment of principal and interest when due.

As evidence of good faith we attach hereto our certified check for \$26,100 with the understanding that if said bonds are awarded and delivered to us in accordance with this bid said check may be applied as part-payment; otherwise, same to be returned to our representative at the sale.

It is a condition of this bid that in the event that prior to the delivery of these bonds the income received by private holders from bonds of the same type and character shall be taxable by the terms of any Federal income tax law, then we may be relieved of our obligation to purchase the above bonds and in such case the deposit accompanying this bid will be returned to us.

Very truly yours,  
HARRIS TRUST AND SAVINGS BANK  
Chicago  
By Paul W. Wolf.



LEE HIGGINSON CORPORATION  
40 Wall Street, New York

February 9, 1942

Honorable Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Md.

Dear Sir:

For all, but no part, of \$522,000 State of Maryland Certificates of Indebtedness, known as "General Bond Issue of 1941", to be dated January 15, 1942, and to mature as more fully described in the official notice of sale, we will pay 101.1357, bearing interest at the rate of 1 1/2%. This bid is made with the understanding that if prior to the delivery of the bonds the income received by private holders from bonds of the same general type and character shall be taxable by the terms of any Federal Income Tax law we may at our election be relieved of our obligation under the contract to purchase these bonds and in such case the deposit accompanying our bid will be returned. It is further understood that the opinion of the Attorney General of Maryland and the opinion of Messrs. Bartlett, Poe & Claggett will be delivered to us in the event that we are the successful bidder; and it is further understood that the check enclosed herewith will be returned to us in the event we are not the successful bidder.

Very truly yours,

BS:R  
Enc.

James J. Lee, Vice President

LAZARD FRERES & CO.  
120 Broadway, New York

February 9, 1942

Mr. Hooper S. Miles  
State Treasurer  
Annapolis, Maryland

Dear Sir:

We offer to purchase, subject to the provisions of the official notice of sale, which notice is hereby made a part of this bid, \$522,000 State of Maryland bonds, "General Bond Issue of 1941", bearing interest at the rate of 1 1/2 per centum per annum and maturing serially from January 15, 1950 to January 15, 1957, both inclusive, as set out in the above mentioned official notice of sale.

For all but no part of the above described bonds, we will pay Five Hundred twenty-five thousand two hundred and ninety-three Dollars (\$525,293), and in addition thereto accrued interest to the date of delivery.

Prior to delivery and payment of the same, you are to furnish us with the approving opinion of the Attorney General of the State of Maryland and the opinion of Messrs. Bartlett, Poe and Claggett, certifying that said bonds have been legally issued and constitute general and valid binding obligations of the State of Maryland.

We are enclosing a duly certified check payable to the order of the Treasurer of the State of Maryland, in the amount of \$26,100, which check is to be returned to us if this bid is not accepted, otherwise to be held by the State of Maryland until delivery of the bonds, and to be retained as and for liquidated damages in case we fail to take up and pay for said bonds in accordance with the terms of this bid.

Very truly yours,

per pro. LAZARD FRERES & CO.

Walter H. Steel

WHS:df

The above bid is made with the understanding that in the event that prior to the delivery of the bonds the income received by private holders from bonds of the same type and character shall be taxable by the terms of any Federal law, we may, at our election, be relieved of our obligations under the contract to purchase the bonds and in such case the deposit accompanying our bid shall be returned to us.

Walter H. Steel

MERCANTILE TRUST COMPANY of Baltimore  
Baltimore, Md.

February 10, 1942

Hon. Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Md.

Dear Sir:

For all but no part of the following described legally issued, properly executed, direct general obligations of the State of Maryland, namely \$522,000. Certificates of Indebtedness, known as "General Bond Issue of 1941", to be dated January 15, 1942 and maturing January 15, 1950 to January 15, 1957 both inclusive, without option of prior payment, to be in coupon form in the denominations of \$1,000. registerable as to principal only, semi-annual interest payable January 15 and July 15, and as further described in official notice of sale signed by Herbert R. O'Connor, Governor, J. Millard Tawes, Comptroller of the Treasury and Hooper S. Miles, Treasurer, we bid the sum of \$100.5554 and accrued interest for each \$100. Certificate to date of delivery thereof, for bonds bearing 1½% interest.

It is understood that we shall be furnished, without expense to us, at time of or prior to the delivery of these certificates, satisfactory legal opinion of the Attorney-General of the State of Maryland and the opinion of Bartlett, Poe and Claggett, Attorneys of Baltimore, Maryland, approving the validity of the certificates, together with certified papers examined by them.

As evidence of our good faith in bidding, we enclose certified check in the amount of \$26,100.00 payable to the order of the Treasurer of Maryland. If this proposal is accepted, this check is to be retained as part payment for the above \$522,000. Certificates, otherwise, it is to be returned immediately to us.

This bid is made for immediate acceptance.

Yours very truly,

Mercantile Trust Company of Baltimore  
Kidder, Peabody & Co., New York  
The Northern Trust Co., Chicago, Ill.  
Baker, Watts & Co., Baltimore  
Stein Bros. & Boyce

jrc/s

By: MERCANTILE TRUST COMPANY OF BALTIMORE  
J. R. Crunkleton, Vice President

PHELPS, FENN & CO.  
39 Broadway, New York

February 9, 1942

Mr. Hooper S. Miles  
Treasurer of the State of Maryland  
Annapolis, Maryland.

Dear Sir:

For all but not any part of \$522,000. STATE OF MARYLAND General Bond Issue of 1941, said bonds to be dated January 15, 1942 maturing January 15, 1950 to 1957, both inclusive, all other details to be in accordance with your official notice of sale, said bonds to bear interest at the rate of 1½% per annum, we will pay \$522,156.60 and accrued interest to date of delivery of the bonds to us.

We enclose certified check for \$26,100, which check is to be returned to our representative if this proposal is not accepted, otherwise said check is to be retained as and for liquidated damages in case we fail to take up and pay for said bonds in accordance with the terms of this proposal.

This bid is submitted on the condition that the enactment, at any time prior to the delivery of the bonds, of Federal legislation which in terms, by the repeal or omission of exemptions or otherwise, subjects to a Federal income tax the interest on bonds of a class or character which includes these bonds, will, at our election, relieve us from our obligations under the terms of

the contract of sale and entitle us to the return of the amount deposited with the bid.

If we are the successful bidders we would appreciate your letter of award on the above terms.

Very truly yours,

PHELPS, FENN & CO.  
STONE & WEBSTER AND BLODET, INC.  
THE BOATMEN'S NATIONAL BANK By:

MACKUBIN, LEGG & CO.  
CHARLES K. MORRIS & CO., Inc.  
Phelps, Fenn & Co.  
New York City

SALOMON BROS. & HUTZLER  
60 Wall Street, New York

February 9, 1942

PROPOSAL FOR GENERAL BOND ISSUE OF 1941

Mr. Hooper S. Miles  
Treasurer of the State of Maryland  
Annapolis, Maryland

Dear Sir:

In accordance with your notice of sale, we will pay Five hundred twenty-three thousand, eight hundred sixty-seven dollars (\$523,867) and accrued interest for \$522,000 State of Maryland Certificates of Indebtedness, known as "General Bond Issue of 1941" bearing interest at the rate of 1 1/2% per annum, payable semi-annually, dated January 15, 1942 and maturing various amounts January 15, 1950 to 1957 inclusive.

We enclose certified check for \$26,100 as required by your notice of sale.

Very truly yours,

LEM:AB

SALOMON BROS. & HUTZLER  
L. F. ROTHSCHILD & CO.  
By: Salomon Bros. & Hutzler

SMITH, BARNEY & CO.  
Keyser Building, Baltimore, M.d

February 10, 1942

Mr. Hooper S. Miles  
Treasurer of the State of Maryland  
Annapolis, Maryland

Dear Sir:

For all but no part of the following described, legally issued, properly executed, direct general obligations of the State of Maryland, namely, \$522,000 General Bond Issue of 1941 Bonds to bear interest at the rate of 1 1/2 per centum per annum, to be dated January 15, 1942, to mature each January 15,

\$61,000 Bonds 1950	\$66,000 Bonds 1954
62,000 Bonds 1951	67,000 Bonds 1955
63,000 Bonds 1952	68,000 Bonds 1956
64,000 Bonds 1953	71,000 Bonds 1957

all without option of prior payment, to be in coupon form in the denomination of \$1,000, principal and semi-annual interest (January 15 and July 15) to be payable at Baltimore, Maryland, and as further described in the official notice of sale signed Herbert R. O'Connor, Governor, J. Millard Tawes, Comptroller of the Treasury, Hooper S. Miles, Treasurer, we bid the sum of \$524,191.88 or \$100.4199 for each \$100 Bond and accrued interest from date of Bonds to date of delivery thereof.

It is understood that we will be furnished, without expense to us at the time of or prior to the delivery of these bonds, satisfactory legal opinion of the Attorney-General of Maryland and of Messrs. Bartlett, Poe and Clagett, Baltimore, Maryland, approving the validity of the Bonds, together with certified papers examined by them.

As evidence of our good faith in bidding, we enclose certified check in the amount of \$26,100, payable to the order of Treasurer of the State of Maryland, If this proposal is accepted this check is to be retained as part payment for the above mentioned \$522,000 Bonds; otherwise it is to be returned immediately to us.

This proposal is submitted with the understanding that, in the event that prior to the delivery of the Bonds the income received by private holders from bonds of the same type and character shall be taxable by the terms of any Federal Income Tax law or ruling, we may, at our election, be relieved of our obligation under this contract to purchase the bonds, and in such case the deposit accompanying this proposal will be returned to us.

This bid is for immediate acceptance.

Very truly yours,

SMITH, BARNEY & CO.  
UNION TRUST COMPANY OF MARYLAND  
FIRST OF MICHIGAN CORP.  
By Charles H. Baetjer

THE FIRST NATIONAL BANK OF CHICAGO  
Chicago

February 10, 1942

Mr. Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Maryland

Dear Sir:

For not less than all of \$522,000 par amount Certificates of Indebtedness, known as "General Bond Issue of 1941" of the State of Maryland, to be dated January 15, 1942, to be in denomination of \$1,000 each, to bear interest at the rate of 1 3/4% per annum, said interest to be payable semi-annually on the 15th day of July and the 15th day of January of each year, to mature without option of prior payment as follows:

Series	Amount	Redeemable	Series	Amount	Redeemable
S	\$61,000	January 15, 1950	W	\$66,000	January 15, 1954
T	62,000	January 15, 1951	X	67,000	January 15, 1955
U	63,000	January 15, 1952	Y	68,000	January 15, 1956
V	64,000	January 15, 1953	Z	71,000	January 15, 1957

said Certificates of Indebtedness being the full faith and credit obligations of the State of Maryland, payable from ad valorem taxes which may be levied against all of the taxable property located therein without limit as to rate or amount and all in accordance with your published notice of sale, we will pay you par and accrued interest to date of delivery of the Certificates of Indebtedness, plus a premium of \$9,531.00, or a total principal amount of \$531,531.00,

FIVE HUNDRED THIRTY-one THOUSAND FIVE HUNDRED THIRTY-one Dollars.

This bid is made subject to our being furnished upon delivery of the Certificates of Indebtedness with the final approving opinions of the Attorney General of the State of Maryland and Messrs. Bartlett, Poe & Claggett of Baltimore, Maryland, establishing the legality of this issue.

As evidence of our good faith, we enclose herewith a certified check in the sum of \$26,100, same to be returned to us immediately in the event we are not the successful bidders.

This bid is made for immediate acceptance only, and for delivery of these Certificates of Indebtedness on Wednesday, February 25, 1942, but not later than March 9, 1942.

Acceptance of this bid by you is made with the understanding that we may be relieved of our purchase contract if, after date of sale February 10th and

prior to delivery of the bonds, these bonds or the interest thereon should become by legislation or administrative ruling subject to Federal income taxes.

Very truly yours,

THE FIRST NATIONAL BANK OF CHICAGO  
By George B. Wendt, Asst. Cashier

SPENCER TRASK & CO.

25 Broad Street, New York

February 9th, 1942.

Hon. Hooper S. Miles, Treas.  
State of Maryland  
Annapolis, Md.

Dear Sir:

Subject to the provisions of the attached notice of sale, which is hereby made part of this bid, we will pay for all but not any part of

\$522,000 State of Maryland Certificates of Indebtedness  
a price of \$101.30, for each par-value \$100 bond, bonds to bear interest at the rate of one and three quarters percent (1 3/4% per annum.

It is understood that we may withdraw our bid or be relieved of this purchase contract, if after date of sale, February 10th and prior to delivery of bonds, February 25th, these bonds or the interest thereon should become, by legislation or administrative ruling, subject to Federal Income Taxes.

In accordance with notice of sale, we enclose herewith our certified check to the order of Treasurer of Maryland in the amount of \$26,100.00 which kindly mail to us at this office or, hand to the bearer of this letter if we are not the successful bidder.

Very truly yours,

SPENCER TRASK & CO. )  
COFFIN & BURR, INC. )  
C. T. WILLIAMS & CO., INC.): Syndicate

W. W. LANAHAN & CO.

Calvert Building, Baltimore

February 9, 1942

Hooper S. Miles, Esq., State Treasurer  
State of Maryland  
Annapolis, Maryland

Dear Sir:

In accordance with the official notice of sale, copy of which is attached and hereby made a part of this proposal, for all but no part of \$522,000 par value State of Maryland Certificates of Indebtedness known as "General Bond Issue of 1941" dated January 15, 1942, maturing in varying amounts each year January 15, 1950-57 inclusive, as more particularly set forth in the attached notice of sale, and bearing interest of the annual rate of Two per cent (2%), we will pay Five Hundred and Twenty-four Thousand Thirty-five dollars and eighty cents dollars (\$524,035.80).

This bid is made with the understanding that we are to receive, without cost to us, the opinion of the Attorney General of Maryland and the opinion of Bartlett, Poe & Claggett to the effect that these bonds when issued will constitute valid and legally binding obligations of the State of Maryland, for the payment of both principal and interest of which the full faith and credit of said State are pledged.

As evidence of our good faith, we enclose herewith certified check in the amount of \$26,100 payable to the order of the Treasurer of Maryland to be retained by you if we are the successful bidder, otherwise to be promptly returned to us.

It is further understood that in the event that prior to delivery of the bonds the income received by private holders from bonds of the same type and character shall be taxable by the terms of any Federal income tax law, we may, at our election, be relieved of our obligation under the contract to purchase the bonds and in such case the deposit accompanying our bid will be returned.

Very truly yours,

W. W. LANAHAN & CO.  
BARR BROTHERS & CO., INC.  
PAUL H. DAVIS & CO.  
By W. W. Lanahan & Co.

GK:MB  
Encl.

After due consideration of the agoregoing bids, and upon motion of Mr. Miles, seconded by Mr. Tawes, the Board unanimously accepted the bid of CLARK, DODGE & CO. for the bonds.

#### BOARD OF MENTAL HYGIENE:

Mr. Kirkman took up with the Board the matter of meeting he had with the Superintendents of the mental disease hospitals and Dr. George H. Preston, Commissioner of Mental Hygiene on February 6th, 1942. Governor O'Connor had before him a letter from Dr. Preston. The subject of the meeting for the Superintendents and of Dr. Preston's letter was the salaries now being paid to the employees of the several institutions. Attention was called to the fact that on the day of the meeting there were 101 vacancies in attendants and nursing positions, and 35 for domestic employees, or a total of 146, without any persons being available for the filling of these positions. The difficulty existing involves the salaries for persons filling these positions.

It was recommended by the Superintendents and Dr. Preston that a salary scale for attendants be fixed starting at \$50.00 per month and increasing to \$60.00 and for charge attendants starting at \$65.00 per month and increasing to \$75.00 per month. It was also recommended that salaries paid domestic employees be adjusted so that it would be possible to obtain these employees.

After discussing the matter, it was agreed that it would be necessary to increase the salaries for these positions in order to obtain persons to do the work and Mr. Kirkman was authorized to study the budgets of the institutions with a view to seeing that the money, as provided in them, is sufficient to take care of the necessary increases, in salaries. It was felt that this could be done either by having available in the current fiscal year the money which has been saved so far this year because of the entire quota of personnel not being employed or by the transfer from other budgets items where it would be possible to effect a saving.

#### BUDGET:

Mr. Kirkman submitted a tentative budget for salaries and expenses for the Juvenile Delinquency Commission totaling \$9,150.00. The Governor stated that this budget would be revised. Therefore, no further consideration was given the matter at this meeting.

#### COLLECTORS OF TAXES:

##### Queen Anne's County

The Secretary brought to the attention of the Board a communication from Hugh Allen Meade, Assistant Attorney General, wherein it was recommended that an offer made to the Comptroller by the New Amsterdam Casualty Company for settlement of the State's claim for taxes due by F. Clayton Stevens, former Collector of State Taxes for Queen Anne's County be accepted. According to the records, there remains outstanding as uncollected state taxes the sum of \$208.99, which represents taxes for 1927 through 1930. The surety company settled with the county for county taxes on the basis of 60% of the outstanding taxes and offers to settle with the State on the same basis: that is,

60% of the \$208.99 of outstanding taxes.

The Board approved the recommendation of Mr. Meade, that the offer of the surety company be accepted.

#### COMMISSIONER OF MOTOR VEHICLES:

The Secretary brought to the attention of the Board several letters from the office of the Commissioner of Motor Vehicles relative to an item of \$7.00 due from Mr. Clayton Howard, Crisfield, Maryland, (103 First Street), requesting that this amount which is due for title tax and transfer of registration of tags be written off as uncollectible because of Mr. Howard having moved from Crisfield without having left a forwarding address, and because of the inability of the Commissioner's Investigator to locate Mr. Howard elsewhere.

Mr. Tawes suggested that he could obtain a new address for Mr. Howard and that the request of the Commissioner of Motor Vehicles be deferred until a further effort was made to locate Mr. Howard and obtain from him the \$7.00 which is due.

(Mr. Tawes later learned that Mr. Clayton Howard's address at this time is 24 . Patterson Park Avenue, Baltimore, Maryland.)

The Secretary was instructed to communicate any information relative to Mr. Howard to the office of the Commissioner of Motor Vehicles.

#### COMPTROLLER OF THE TREASURY:

#### Refunds

After due consideration the Board authorized the Comptroller to make the following refunds:

Alcoholic Beverages Division		\$41.02
St. Mary's Industrial School	\$2.00	
Jenkins Memorial Hospital	1.92	
Rev. Wm. E. Mackessy, for St. Cecilia's Church	10.00	
Rev. L. Scialdone, for Our Lady of Pompei Church	9.90	
Rev. B. H. Pohlman, for St. Francis Xavier Church	2.00	
Rev. J. F. Leary, for St. Mary's Church	6.20	
Rev. Herman J. Storck, for St. Ignatius Church	9.00	
Income Tax Division:		61.36
Comptroller of the Treasury ARR-793 (Refund 1937 tax to apply on D2-103956 T. E. Woodward). A-231351	1.25	
T. E. Woodward - 1937	51.92	
Andrew J. Harper-1938	54.19	
Title Tax:		29.29
Martin Rosen	1.90	
Eldridge Olin Ford	4.80	
Bennie Marshall	3.10	
Wm. Wrigley, Jr., Company	19.49	
		#131.67

#### CONVENTIONS:

See: University of Maryland

#### HALL OF RECORDS:

See: St. John's College - Wall around property.

#### LEASES:

The Secretary brought to the attention of the Board a lease submitted by Wilson Line, Inc. for Pier 8, Light Street, Baltimore, being renewal of the lease now in existence between the State and that company for the five year period ending April 30, 1942.

The Board did not execute the lease, but requested the Secretary to hold it for further consideration by the Board.

\* \* \* \* \*

The Secretary brought to the attention of the Board a lease between James M. Goodman and the Maryland State Police for the premises occupied by the Maryland State Police and known as the Frederick Sub-Station, the lease being for the period of two years, beginning February 1, 1942, at a rental of \$60.00 per month. A supplement<sup>ac</sup> agreement in connection with the lease was also submitted.

As this lease was in furtherance of an agreement heretofore made between the Maryland State Police for the premises and Mr. Goodman, the department was authorized to proceed with the leasing of the premises. The formal lease, which had been approved by the State Law Department as to legality and form, was approved.

\* \* \* \* \*

Mr. Kirkman stated that he had been in touch with the State Roads Commission and that the Chairman of that Commission had requested reconsideration by the Board of Public Works of its action in the matter of leasing of office space for the Advertising Director of the Chesapeake Bay Ferry System.

After due consideration, it was decided to authorize the lease for this office space, as requested. Mr. Kirkman will submit a formal lease for the files of the Board.

#### MARYLAND COUNCIL OF DEFENSE:

#### Rationing Board

The Secretary brought to the attention of the Board a payroll covering the salaries of the Secretary & Office Manager, and the Stenographer of the Ration Board from February 1-15, 1942. This expense was discussed and the Governor stated that it was his understanding that the Federal Government would take care of the expenses of the Ration Board from February 1st on. It was stated, however, that things were not as yet organized for the Government to take care of the payment of these salaries but the Governor thought it would be all right to take care of this payroll with the expectation that after the period covered by it the Federal Government will have made arrangements to pay these salaries.

#### MORGAN STATE COLLEGE:

The Secretary brought to the attention of the Board a List of payments due sundry educational institutions for tuition for students, payable out of the Scholarship Fund of Morgan State College, amounting to \$11,579.50, the payments covering the second semester of the current year.

The Board approved payment of the items covered in the List.

#### ST. JOHN'S COLLEGE:

#### Wall

The Secretary brought to the attention of the Board a communication from Mr. W. E. Stainback, Resident Architect of St. John's College, relative to the plans of the college for surrounding the grounds of the institution with a wall. A set of the plans and specifications were turned over to the Secretary by Mr. Stainback.

It was stated in Mr. Stainback's letter that bids had been taken but that because the lowest bid received was found to be in excess of what was considered by the College as a proper figure for the work involved, the school decided to postpone the work until at least spring, when the matter may be taken up again.

The Board requested the Secretary to communicate this information to Judge Carroll T. Bond, Chairman of the Hall of Records Commission, and advise him of the availability to him of the working plans and specifications.



SPRING GROVE STATE HOSPITAL:

The Secretary brought to the attention of the Board a communication from Dr. Silas W. Weltmer, Superintendent of Spring Grove State Hospital, in which authority was requested for the leasing of a tract of land containing 53 acres, located at Maiden Choice Lane and Shellbourne Road, owned by Wm. G. Finkner, for the year ending December 31, 1942, for the sum of \$400.00. Mr. Kirkman recommended the leasing of this land. Also, 6 acres on Paradise Ave. from Mrs. Eva Butcher, at \$48.00, annual rental. The Board approved the request of Dr. Weltmer, in each case.

\* \* \* \* \*

The Secretary brought to the attention of the Board a request from Spring Grove State Hospital that it be authorized to use the sum of \$10,843.59, to be received by the State in settlement for damages by fire at the institution on November 16, 1941. The amount is to be distributed to the operating budget of the institution as follows:

Item #302 - Forage supplies	\$3,750.00
Item #401 - Building materials	5,525.00
Item #505 - Agricultural equipment	1,568.59.

Authority was also requested to use the sum of \$544.97, collected from the insurance company in settlement of damages to a tractor, with this amount to be credited to Item #202.

The requests in both cases were recommended by Mr. Kirkman, and were approved by the Board.

STATE EMPLOYMENT COMMISSIONER:Vacancies

The Secretary brought to the attention of the Board ~~a~~ communications from the following agencies, relative to the filling of vacancies occurring in the personnel of these agencies:

Commissioner of Labor & Statistics	Hall of Records
Eastern Shore State Hospital	Maryland Training School
Maryland House of Correction	for Boys
State Teachers College-Salisbury	State Industrial Accident Commission.
Maryland Unemployment Compensation Board.	

These inquiries were the result of a circular letter issued by Mr. Kirkman advising the agencies of the action of the Board taken, at a previous meeting, requesting that no vacancies existing or occurring in the various state departments be filled until after approval for the filling of them was granted by the Board. This matter was discussed by the members of the Board, and Mr. Kirkman, and while it was agreed that there must necessarily be instances from time to time where replacements must be made due to resignations and other considerations, it was the desire of the Board that approval be received before the filling of such vacancies. The Board expressed its willingness to have Mr. Kirkman pass upon the filling of vacancies as they occur, from time to time, or the filling of positions for which appropriations were made available but where, due to various reasons, it has not been possible to obtain employees, with the understanding that Mr. Kirkman would consult with the Board in any cases where he felt the advice of the Board was desired by him.

In the case of the employees of the Unemployment Compensation Board, it was felt that the Employment Service, which has now been Federalized, for which money for the payment of salaries and wages is provided by the Federal Government, should be allowed to take care of its personnel situation as in the past, without it being necessary to secure the approval of the Board for the filling of vacancies or replacements.

STATE PROPERTY:

Mr. Kirkman brought to the attention of the Board requests which had been made by the State Roads Commission for authority to dispose of unusable property as follows:

- 1- Destruction of tar heater for which \$290. fire insurance was received.
- 2- Pile of old lumber for \$35.00, as lumber is of no value to Commission.
- 3- Old batteries for 65¢ each; old tires 20¢ each; and scrap iron 55¢ per 100 #, these being the highest bids.
- 4- 10 batteries, 60 tires, scrap iron and 2 tar heaters to Harry Gordon, Chestertown for \$47.50, high bid.

Disposal of the above items was recommended by Mr. Kirkman, and the Board approved the recommendation.

\* \* \* \* \*

The Board approved the sale, by the Board of Correction-State Use Industries, of -

- 1 Whitney Planer and 1 Band Saw to Laurence T. Ogle, Baltimore, for \$125.00,

Mr. Kirkman having recommended the sale of this equipment.

STOCK CERTIFICATES:

The Board approved the sale of 33 shares of stock of the Western Maryland Trust Company, Frederick, Maryland, at \$7.50 per share in accordance with offer received through that bank, and authorized the State Treasurer to make the necessary assignment of the certificates, evidencing the ownership of the State to the stock in the company as represented by -

Certificate No. 1528	24 shares
Certificate No. 1557	1 share
Certificate No. 2369	8 shares.

The Board also authorized the sale of -

- No. 2201 Fractional Scrip Certificate for 3/6th share,  
No. 1135 Certificate for 1 share,

of the stock of White Hall Bank, White Hall, Maryland, at \$6.00 per share.

The Treasurer was authorized to assign the Certificates of Stock, evidencing the State's ownership in the stock of the White Hall Bank.

UNIVERSITY OF MARYLAND:Conventions

Mr. Kirkman stated that Dr. H. C. Byrd, President of the University of Maryland, had taken up with him the subject of the ruling made by the Board of Public Works previously that attendance of officials and employees of State Agencies at annual conventions, at State expense, would be refused, and requested information as to whether this action of the Board was intended to prohibit payment of expenses of certain officials in attending conferences with officials of other States in matters relating to administrative items of the University, such as the preparation of curricula data and other items where it is necessary for department heads of the University to confer with the department heads of the universities of other States.

It was agreed that the action heretofore taken by the Board was applicable only in the cases of what are known as "Annual Conventions", the purposes of which are generally understood by State Officials, and that it was not intended to deny the heads of State Agencies or employees of the agencies from contacting the officials in other States by visiting them, or of group meetings where matters of interest to State Agencies were discussed for the purpose of agreeing upon procedure to be followed, or co-operation with each other in the administration of the business of the respective States.

(University of Maryland)

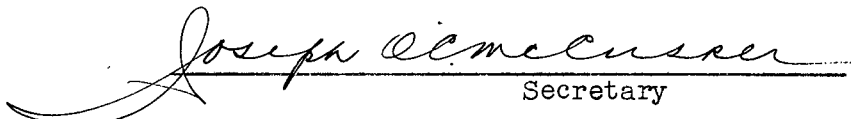
University Hospital

The Secretary brought to the attention of the Board a communication from Mr. James T. Morris, of St. Michaels, requesting that he be relieved of the indebtedness of \$84.86 due by him to the University Hospital, Baltimore, to the extent of 75% of this amount, offering to pay 25% of the account, which is the basis of settlement made by him with other creditors-the money for the payment to come from funds which he says it is possible for him to borrow to take care of the obligation.

Mr. Morris submitted correspondence with the Hospital, outlining his inability to pay, and including a letter addressed to him by the hospital under date of February 4th, in which he was advised that no portion of the account could be written off except with the approval of the Board of Public Works.

After considering the circumstances outlined by Mr. Morris, the Board accepted and approved his request that the account with the University Hospital be settled by the payment of 25% of the amount of its claim against him.

There being no further business, the meeting was adjourned.

  
Secretary